STATE RISK MANAGEMENT WORKERS COMPENSATION FUND **INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2008**

Column C	Г				-									Current	Dries Vees	2 //	E Veere
Part		lanuary-08				December-07				Sentember-07				Current	Prior Year	3 Years Ended	5 Years Ended
Martie Vision Martie Visio	 				Month								Quarter	1110	1107		
LARGE CAP DOMESTIC EQUITY SIMPLE CONTROLLED STATE COLUTY 117/123 30% 4.7% 0.31% 0.91% 1.90% 1.90% 1.90% 1.90% 1.90% 1.90% 1.90% 0.21% 0.21% 0.23% 0.		Market Value				Market Value				Market Value				Net	Net		
Lan August Cappeal 15/633 3.8% 4.2% 4.3% 4.0%	LARGE CAP DOMESTIC EQUITY			,				,				,					
Total Structured Growth 157,633 3,8% 4.2% -2.3% 169,270 4.0% 4.2% -1.39% 179,488 4.2% 4.2% 4.2% 4.2% 4.2% 4.2% 4.2% 4.2%	Structured Growth																
Passed 1000 Growth Value	Los Angeles Capital	157,633	3.8%	4.2%	-9.31%	168,270	4.0%	4.2%	-1.50%	178,488	4.2%	4.2%	0.38%	-10.33%	21.84%	13.35%	N/A
Second Columb Col	Total Structured Growth	157,633	3.8%	4.2%	-9.31%	168,270	4.0%	4.2%	-1.50%	178,488	4.2%	4.2%	0.38%		21.84%	13.35%	N/A
Lev 163,066 3.94 4.29 3.794 164,009 3.94 4.25 5.3594 174,012 4.19 4.29 4.299 3.924 3.2775 15.9596 15.9	Russell 1000 Growth				-7.80%				-0.77%				4.21%	-4.65%	19.04%	8.70%	
Russel 1000 Value	Structured Value																
Russell 1000 Enhanced Index 1.00 1.0	LSV	163,606	3.9%	4.2%	-3.79%	164,609	3.9%	4.2%	-5.53%	174,012	4.1%	4.2%	-0.89%	-9.92%	23.77%	19.00%	N/A
LA Capital Name of Control Nam	Russell 1000 Value				-4.01%				-5.80%				-0.24%	-9.79%	21.87%	15.93%	
Russel 1000	Russell 1000 Enhanced Index																
SAP 500 Enhanced Index Sap 500	LA Capital	317,839	7.6%	8.3%	-8.07%	334,706	7.9%	8.3%	-1.07%	355,332	8.3%	8.3%	0.24%	-8.83%	21.27%	13.46%	N/A
Mestridge S4,667 8.7% 8.3% 5.2% 5.2% 5.5% 5.2% 5.5% 5.2% 5.5% 5.2% 5.3% 5.2% 5.2% 5.3% 5.2% 5.2% 5.2% 5.2% 5.3% 5.2%	Russell 1000				-6.00%				-3.23%				1.98%	-7.23%	20.43%	12.34%	
SAP B00	S&P 500 Enhanced Index																
Index 97,848 97,848 2.3% 2.8% 7.02% 101,822 2.4% 2.8% 4.37% 107,905 2.8% 2.8% 2.8% 2.8% 12.34% 12.34% 10.8% 1.8	Westridge	364,667	8.7%	8.3%	-5.92%	375,122	8.8%	8.3%	-3.04%	393,799	9.2%	8.3%	2.18%	-6.79%	21.12%	11.98%	N/A
Sate Street 97,848 2.5% 2.70% 101,822 2.4% 2.3% 2.70% 101,822 2.4% 3.37% 107,905 2.5% 2.89% 0.89% 1.85% 2.18% 12.34% NA SAP 500 Sate Street 1.00%	S&P 500				-6.00%				-3.33%	·			2.03%	-7.29%	20.59%	11.68%	
Sate Street 97,848 2.5% 2.70% 101,822 2.4% 2.3% 2.70% 101,822 2.4% 3.37% 107,905 2.5% 2.89% 0.89% 1.85% 2.18% 12.34% NA SAP 500 Sate Street 1.00%	Index																
Total 1930'0 97,848 2.3% 2.8% 7.2% 191,822 2.4% 2.8% 6.37% 107,905 2.5% 2.8% 2.8% 19.89% 1.326% 12.29% 11.28% 12.24% NA SASP 500 ***TOTAL LARGE CAP DOMESTIC EQUITY** ***SAFP 500*** ***TOTAL LARGE CAP DOMESTIC EQUITY** ***Manager-of-Managers** ***SHE 2004 2-00thp ***Large CAP DOMESTIC EQUITY** ***Manager-of-Managers** ***Handle CAP DOMESTIC EQUITY** ***Large CAP DOMESTIC EQUITY** **Large CAP DOMESTIC EQUITY** ***Large CAP DOMESTIC EQUITY**		97 848			-7 02%	101 822			-6.37%	107 905			-0.80%	-13 63%	21 82%	12 34%	N/A
SAP 500			2.3%	2.8%			2.4%	2.8%			2.5%	2.8%					
SAP 500 SMALL CAP DOMESTIC EQUITY Manager - M		. ,				- ,-				,,,,,,,							
SAP 500 SMALL CAP DOMESTIC EQUITY Manager - M	TOTAL LABOR CAR DOMESTIC FOURTY	1 101 E02	26 20/	27 00/	6 949/	1 144 520	26.00/	27 00/	2 90%	1 200 526	20 20/	27 00/	0.639/	9.079/	24 060/	12 760/	AI/A
SMALL CAP DOMESTIC EQUITY Managero-6-Managers SEI 187,494		1,101,592	20.3%	21.6%		1,144,529	20.9%	27.6%		1,209,536	26.3%	21.6%					N/A
Managero-A-Managers SE	3&F 300				-0.0078				-3.33/6				2.03/0	-7.29/0	20.3370	11.00%	
Managero-A-Managers SE	SMALL CAP DOMESTIC FOUITY																
SEI 187,494 4.5% 4.6% -7.57% 189,088 4.4% 4.6% 6.35% 196,668 4.6% 4.6% 3.66% 1.6.61% 18.39% 13.70% NA Russel 2000 + 2000bp																	
Enhanced Research Affiliates Research Affiliat		187,494	4.5%	4.6%	-7.57%	189,088	4.4%	4.6%	-6.35%	196,668	4.6%	4.6%	-3.66%	-16.61%	18.39%	13.70%	N/A
Research Affiliates	Russell 2000 + 200bp	,			-6.65%	,			-4.09%	,			-2.60%	-12.80%	18.76%	15.72%	
Research Affiliates	Enhanced																
Russel 2000 -6.82% -4.59% -4.59% -3.09% -13.83% -1.703% -13.83% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81% -1.703% -1.81%		181 706	4 3%	4.6%	-5 26%	179 207	4 2%	4.6%	-7 00%	187 514	4 4%	4.6%	N/A	N/A	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY RUSSEI 2000 8.8% 9.3% 6.44% 369,295 8.7% 9.3% 6.67% 384,181 9.0% 9.3% 4.89% -17.03% 18.39% 13.70% N/A RUSSEI 2000 -6.82% -6.82% 8.7% 9.3% 6.67% -4.59% 18.6% 1.83% -13.83% 16.44% 13.45% 18.6% 1.83% 13.45% 18.6% 1.83% 18.4% 18.6% 1.83% 18.6% 18.6% 18.6% 18.6% 18.6% 18.6% 18.6% 18.6% 18.6		101,100	4.070	4.070		170,207	4.270	4.070		101,014	7.770	4.070			14/4	14/5	14/7
DOMESTIC FIXED INCOME Core Bond Mortgage Backed Total Provided italic Total Domestic Hyperion 208,003 5.5% 4.8% 0.58% 209,696 4.9% 4.8% 1.00% 3.15% 208,998 4.9% 4.8% 1.125% 5.2% N/A		200 204	0.00/	0.20/		200 205	0.70/	0.20/		204 404	0.00/	0.20/			40.200/	42 700/	AI/A
DOMESTIC FIXED INCOME Core Band Western Asset 780,021 18.6% 18.6% 18.6% 1.78% 783,933 18.4% 18.6% 1.63% 3.00% 2.64% 7.71% 6.12% 3.96% Mortgage Backed Hyperton 208,003 5.0% 4.8% 0.58% 2.09,696 4.9% 4.8% -1.00% 208,998 4.9% 4.8% -1.78% -2.20% N/A N/A Lehman Global Aggregate (US Securitized Portion) 2.04% 2.04		309,201	0.0%	9.3%		308,293	6.7%	9.3%		364,161	9.0%	9.3%					N/A
Core Dark Western Asset 780,021 18.6% 18.6% 18.6% 1.88% 783,933 18.4% 18.6% 18.5% 18.6% 767,872 18.0% 18.6% 18.7% 5.37% 7.29% 4.44% N/A	Nussell 2000				-0.02 /6				-4.50/6				-3.09/0	-13.03/6	10.44/0	13.4370	
Core Dark Western Asset 780,021 18.6% 18.6% 18.6% 1.88% 783,933 18.4% 18.6% 18.5% 18.6% 767,872 18.0% 18.6% 18.7% 5.37% 7.29% 4.44% N/A	DOMESTIC FIXED INCOME																
Lehman Aggregate Mortgage Backed Hyperion 208,003 5.0% 4.8% 0.58% 209,696 4.9% 4.8% -1.00% 208,998 4.9% 4.8% -1.78% -2.20% N/A N/A N/A Lehman Global Aggregate (US Securitized Portion) 209,003 5.0% 4.8% 0.58% 2.04%																	
Mortgage Backed Hyperion 208,003 5.0% 4.8% 0.58% 209,696 4.9% 4.8% -1.00% 3.15% 3.15% 3.15% 3.8% 9.34%	Western Asset	780,021	18.6%	18.6%	1.78%	783,933	18.4%	18.6%	1.63%	767,872	18.0%	18.6%	1.87%	5.37%	7.29%	4.44%	N/A
No.	Lehman Aggregate				1.68%				3.00%				2.84%	7.71%	6.12%	3.98%	
No.	Mortgage Backed																
Lehman Global Aggregate (US Securitized Portion) 2.04% 3.15% 3.88% 9.34% Core Plus/Enhanced Cititing Group 229,035 5.5% 4.8% 2.46% 228,531 5.4% 4.8% 3.99% 216,802 5.1% 4.8% 4.41% 11.25% 5.52% N/A N/A Prudential 216,477 5.2% 4.8% 0.98% 219,115 5.2% 4.8% 2.45% 211,043 4.9% 4.8% 1.95% 5.47% N/A N/A		208.003	5.0%	4.8%	0.58%	209.696	4.9%	4.8%	-1.00%	208.998	4.9%	4.8%	-1.78%	-2.20%	N/A	N/A	N/A
Clifton Group		,				,				,						-	
Clifton Group	Core Plus/Enhanced																
Prudential 216,477 5.2% 4.8% 0.98% 219,115 5.2% 4.8% 2.45% 211,043 4.9% 4.8% 1.95% 5.47% N/A N/A N/A Total Core Plus/Enhanced 445,511 10.6% 9.6% 1.73% 447,646 10.5% 9.6% 3.23% 427,844 10.0% 9.6% 3.18% 8.37% 5.95% N/A N/A N/A Lehman Aggregate 3.00% 3.00% 2.84% 7.71% 6.12% 7.71% 6.12% 7.71		229 035	5.5%	4 8%	2 46%	228 531	5.4%	4 8%	3 99%	216 802	5.1%	4 8%	4 41%	11 25%	5 52%	N/A	N/A
Total Core Plus/Enhanced	•									,							
Lehman Aggregate 1.68% Index Bank of ND 391,193 9.3% 8.4% 1.99% 392,161 9.2% 8.4% 3.04% 382,236 9.0% 8.4% 3.09% 8.35% 5.45% 2.92% N/A 1.90% 88.29% 6.00% 3.04% 88.20% 6.00% 3.04% 88.20% 6.00% 3.04% 88.20% 6.00% 3.04% 88.20% 6.00% 8.20% 8.20% 6.00% 8.20% 8.20% 6.00% 8.20% 8.20% 6.00% 8.20%										,						-	
Index		,				,				,							
Bank of ND Lehman Gov/Credit (1) BBB Average Quality Wells Capital (formerly Strong) Lehman US Credit BAA TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (2) CASH EQUIVALENTS Bank of ND 90 Day T-Bill TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 1.99% 1.99% 1.99% 1.99% 1.99% 392,161 9.2% 8.4% 3.04% 3.04% 3.04% 3.04% 3.04% 3.04% 3.04% 3.09% 3.01% 3.01% 3.01% 3.01% 3.00% 3.01% 3.00% 3																	
Lehman Gov/Credit (1) BBB Average Quality Wells Capital (formerly Strong) Lehman US Credit BAA TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (2) CASH EQUIVALENTS Bank of ND 90 Day T-Bill TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 1.90% 1.90% 1.90% 1.90% 3.00% 3.00% 3.00% 777,171 18.3% 18.6% 1.98% 757,684 1.98% 757,684 17.8% 18.6% 1.48% 4.60% 7.93% 4.86% N/A 1.67% 3.99% 7.54% 4.47% 1.67% 3.99% 7.54% 4.47% 1.67% 3.00% 2.544,634 59.6% 60.0% 1.84% 5.43% 7.11% 3.89% N/A 1.30% 1.24% 2.51% 5.36% 4.10% N/A 1.05% 1.05% 1.05% 1.05% 1.05% 1.05% 1.05% 1.05% 1.05% 1.05% 1.05% 1.00.0% 1		201 102	0.20/	0 40/	1 000/	202.161	0.20/	0 40/	2 0.49/	202 226	0.00/	0 40/	2 000/	0.250/	E 4E0/	2 020/	NI/A
BBB Average Quality Wells Capital (formerly Strong) Lehman US Credit BAA 767,805 18.3% 18.6% 1.07% 0.38% 777,171 18.3% 18.6% 1.98% 1.90% 777,171 18.3% 18.6% 1.98% 1.90% 757,684 17.8% 18.6% 1.48% 4.60% 7.93% 4.86% N/A 1.67% 3.99% 7.54% 4.47% 777,171 18.3% 18.6% 1.98% 1.90% 777,171 18.3% 18.6% 1.98% 1.90% 757,684 17.8% 18.6% 1.48% 4.60% 7.93% 4.86% N/A 1.67% 3.99% 7.54% 4.47% 777,171 18.3% 18.6% 1.98% 1.90% 757,684 17.8% 18.6% 1.48% 4.60% 7.93% 4.47% 7.71% 6.12% 4.47% 777,171 18.3% 18.6% 1.98% 1.90% 1.05% 1		391,193	9.3%	0.4%		392,101	9.270	0.476		302,230	9.0%	0.470					IN/A
Wells Capital (formerly Strong) 767,805 18.3% 18.6% 1.07% 777,171 18.3% 18.6% 1.98% 757,684 17.8% 18.6% 1.48% 4.60% 7.93% 4.86% N/A TOTAL DOMESTIC FIXED INCOME 2,592,533 61.8% 60.0% 1.50% 2,610,607 61.4% 60.0% 2.00% 2,544,634 59.6% 60.0% 1.84% 5.43% 7.11% 3.89% N/A Lehman Aggregate (2) 1.68% 1.29,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 4.00 Day T-Bill 1.05% 1.05% 1.05% 1.05% 1.05% 1.00% 0.00% 0.00% 1.24% 2.51% 5.36% 4.10% N/A TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -0.17% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 0.81% -0.84%	, ,				1.90%				3.10%				3.01%	0.2276	0.00%	3.04%	
Lehman US Credit BAA 0.38% 1.90% 1.67% 3.99% 7.54% 4.47% TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (2) 2,592,533 61.8% 60.0% 1.50% 2,610,607 61.4% 60.0% 2.00% 2,544,634 59.6% 60.0% 1.84% 5.43% 7.11% 3.89% N/A CASH EQUIVALENTS Bank of ND 129,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 90 Day T-Bill 0.50% 1.05% 1.05% 1.34% 2.92% 521% 3.78% TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A			40.00/	40.00/	4.070/		10.00/	40.00/	1 000/	757.004	4= 00/	40.00/	4 4007	4 000/	= 000/	4.000/	
TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (2) CASH EQUIVALENTS Bank of ND 90 Day T-Bill TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A	. , , , , ,	767,805	18.3%	18.6%		///,1/1	18.3%	18.6%		757,684	17.8%	18.6%					N/A
Lehman Aggregate (2) 1.68% 3.00% 2.84% 7.71% 6.12% 4.13% CASH EQUIVALENTS Bank of ND 129,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 90 Day T-Bill 0.50% 0.50% 1.05% 1.05% 1.34% 2.92% 5.21% 3.78% TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 4,252,986 100.0% 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A	Lenman OS Credit BAA				0.38%				1.90%				1.07%	3.99%	7.54%	4.47%	
Lehman Aggregate (2) 1.68% 3.00% 2.84% 7.71% 6.12% 4.13% CASH EQUIVALENTS Bank of ND 129,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 90 Day T-Bill 0.50% 0.50% 1.05% 1.05% 1.34% 2.92% 5.21% 3.78% TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 4,252,986 100.0% 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A	TOTAL DOMESTIC FIXED INCOME	2 502 533	61.8%	60.0%	1 50%	2 610 607	61 1%	60.0%	2 00%	2 544 634	50.6%	60.0%	1 8/1%	5 /13%	7 11%	3 80%	N/A
CASH EQUIVALENTS Bank of ND 129,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 90 Day T-Bill TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A		2,032,033	01.070	00.070		2,010,001	01.470	00.070		2,044,034	33.070	00.070					17/7
Bank of ND 129,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 90 Day T-Bill 0.50% 1.05% 1.05% 1.05% 1.34% 2.92% 5.21% 3.78% TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% -1.47% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A	25arr riggrogato (2)				1.0070				0.0070				2.07/0	170	J. 12 /0	7.10/0	
Bank of ND 129,061 3.1% 3.0% 0.29% 129,556 3.0% 3.0% 0.96% 128,219 3.0% 3.0% 1.24% 2.51% 5.36% 4.10% N/A 90 Day T-Bill 0.50% 1.05% 1.05% 1.05% 1.34% 2.92% 5.21% 3.78% TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% -1.47% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A	CASH EQUIVALENTS																
90 Day T-Bill 0.50% 1.05% 1.05% 1.05% 2.92% 5.21% 3.78% TOTAL RISK MANAGEMENT FUND 4,192,386 100.0% 100.0% -1.47% 4,252,986 100.0% 100.0% -0.17% 4,266,570 100.0% 100.0% 0.81% -0.84% 12.18% 7.04% N/A		129,061	3.1%	3.0%	0.29%	129,556	3.0%	3.0%	0.96%	128,219	3.0%	3.0%	1.24%	2.51%	5.36%	4.10%	N/A
	90 Day T-Bill	,				, ,				,							
POLICY TARGET BENCHMARK -1.27% 0.49% 2.05% 1.25% 10.97% 6.74%		4,192,386	100.0%	100.0%		4,252,986	100.0%	100.0%		4,266,570	100.0%	100.0%					N/A
	POLICY TARGET BENCHMARK				-1.27%				0.49%				2.05%	1.25%	10.97%	6.74%	

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.